

Jeremiah W. (Jay) Nixon
Governor
State of Missouri



Department of Insurance
Financial Institutions
and Professional Registration
John M. Huff, Director

DIVISION OF FINANCE

301 West High Street, Room 630
P.O. Box 716
Jefferson City, MO 65102-0716
(573) 751-3242
(573) 751-9192 FAX
www.finance.mo.gov

Debra Hardman
Acting Commissioner

March 4, 2016

The attached report represents a consolidation of Reports of Condition and Income filed by state-chartered banks with the Missouri Division of Finance as of December 31, 2015, and a comparison with the statements filed one year earlier. Also included is a comparison of financial statements of state-chartered and national banks.

During the previous twelve months, the number of state-chartered banks and trust companies remain at 261. During these past twelve months four banks merged into other institutions and five new state bank charters were granted; as three national institutions and two federal thrifts converted to state chartered banks, and one bank self liquidated.

Assets in state-chartered banks totaled \$112.8 billion on December 31, 2015, an increase of 8.5 percent from one year earlier. Deposits were \$93.5 billion and total loans were \$71.4 billion on December 31, 2015, an increase of 8.9 percent and 11.2 percent from one year earlier, respectively. Brokered deposits increased by 44 percent in the past year, with most of this growth attributed to one large institution, which maintains a unique funding structure.

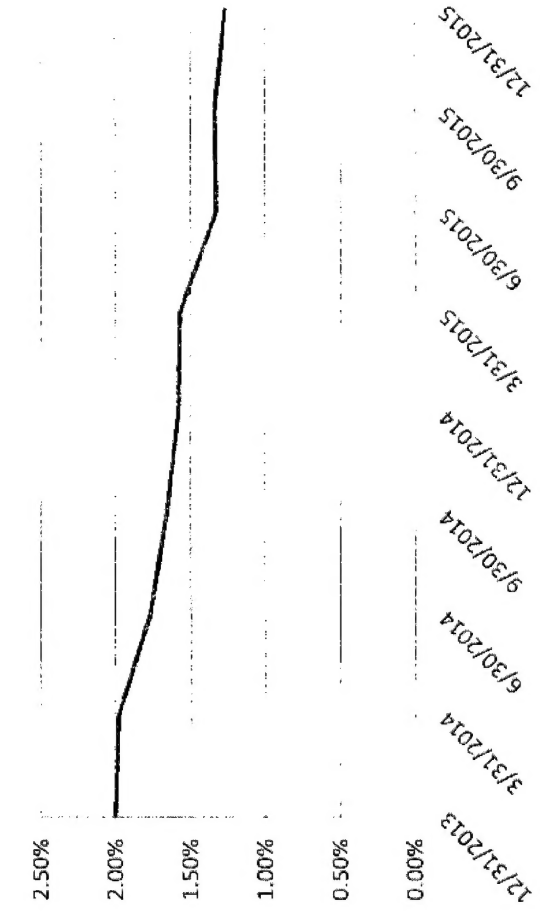
The overall condition of Missouri state-chartered banks continues to improve. The attached graphs illustrate improvement in several component areas. Asset quality has improved, with the past due ratio stabilizing at a manageable 1.27 percent down from 1.58 percent one year earlier. The return on assets remains strong at 1.06 percent, despite a compressed and shrinking net interest margin. Although the net interest margin for Missouri state-chartered banks has declined to 3.74 percent, it compares favorably to 3.13 percent for all FDIC insured institutions in the country. The median return on assets for state-chartered banks is 0.97 percent as of December 31, 2015.

Capital remains strong, as the Tier 1 Leverage Capital ratio is 9.51 percent of total assets.

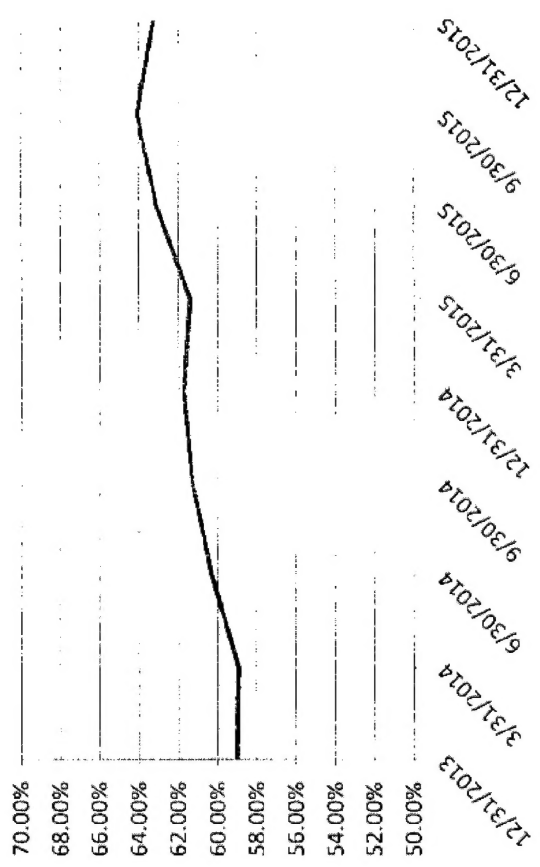
Debra Hardman

Debra Hardman
Acting Commissioner

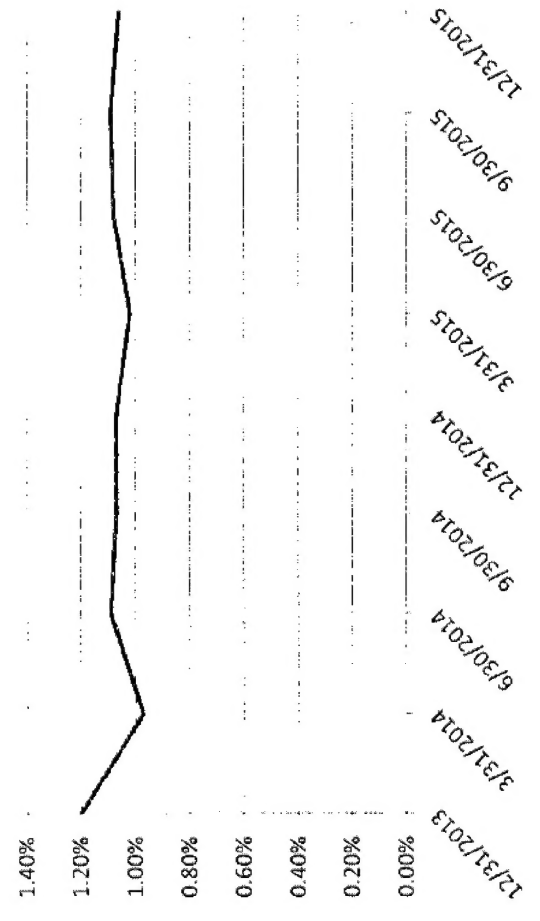
PAST DUE LOANS TO TOTAL LOANS



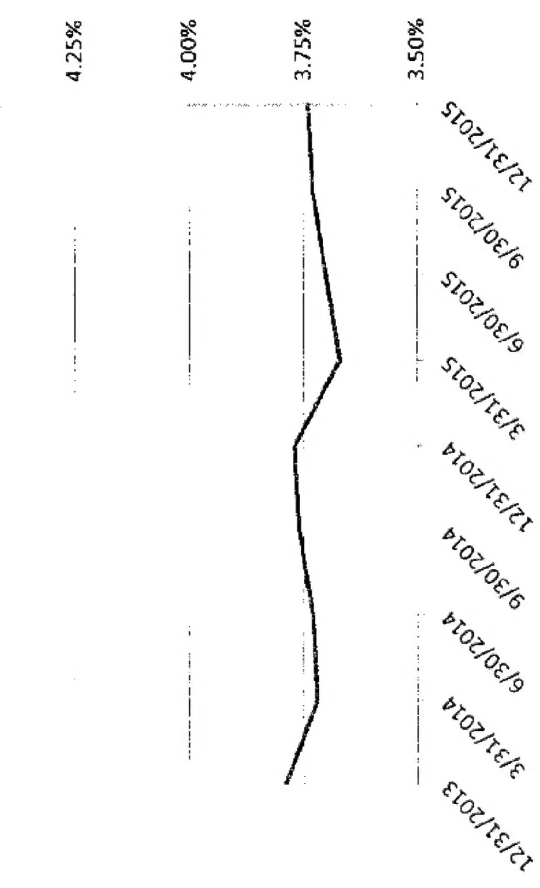
Loans/Assets



RETURN ON ASSETS



NET INTEREST MARGIN



**COMPARATIVE STATEMENT OF CONDITION
STATE AND NATIONAL BANKS IN MISSOURI
AS OF DECEMBER 31, 2015**

MILLIONS OF DOLLARS	12/31/2015			12/31/2014	
	261 STATE BANKS	19 NATIONAL BANKS	280 ALL BANKS	285 ALL BANKS	PERCENT CHANGE
ASSETS					
Cash and Due from Banks	5,905	1,384	7,289	8,364	-12.9%
Investment Securities	29,223	8,956	38,179	38,621	-1.1%
Total Loans and Leases	71,364	14,702	86,066	78,742	9.3%
Less: Reserves	993	154	1,147	1,165	-1.5%
Federal Funds Sold	1,218	195	1,413	1,915	-26.2%
Fixed Assets	2,005	404	2,409	2,490	-3.3%
Other Real Estate	383	29	412	575	-28.3%
Intangible Assets	684	152	836	811	3.1%
Other assets	3,019	716	3,735	3,285	13.7%
TOTAL ASSETS	\$112,808	\$26,384	\$139,192	\$133,638	4.2%
LIABILITIES					
Total Deposits	93,453	21,405	114,858	109,906	4.5%
Deposits over \$250M	3,871	736	4,607	4,736	-2.7%
Brokered Deposits	9,134	453	9,587	6,671	43.7%
Federal Funds Purchased	4,760	1,933	6,693	6,674	0.3%
Other liabilities	3,251	693	3,944	3,595	9.7%
Total Equity Capital	11,344	2,353	13,697	13,463	1.7%
TOTAL LIABILITIES + EQUITY CAPITAL	\$112,808	\$26,384	\$139,192	\$133,638	4.2%
EARNINGS					
Interest Income	3,700	685	4,385	4,396	-0.3%
Interest Expense	318	38	356	377	-5.6%
Net Interest Income	3,382	647	4,029	4,019	0.2%
Provision for Loan Losses	99	27	126	142	-11.3%
Net Income	1,164	164	1,328	1,273	4.3%
Cash Dividends	852	33	885	742	19.3%
Net Loan Losses	97	21	118	164	-28.0%

**COMPARATIVE STATEMENT OF CONDITION
STATE BANKS AND TRUST COMPANIES IN MISSOURI
AS OF DECEMBER 31, 2015**

THOUSANDS OF DOLLARS	261 BANKS 12/31/2015	262 BANKS 12/31/2014	INCREASE DECREASE()	PERCENT CHANGE
ASSETS				
Total Loans	\$71,363,742	\$64,154,675	\$7,209,067	11.2%
Allowance for Loan Losses	993,469	984,617	8,852	0.9%
Total Assets	112,808,138	103,947,027	8,861,111	8.5%
LIABILITIES				
Total Deposits	93,452,916	85,792,247	7,660,669	8.9%
Total Equity Capital	11,344,135	10,732,567	611,568	5.7%

OPERATING RATIOS	12/31/2015	12/31/2014	CHANGE
Equity Capital/Assets	10.06%	10.33%	-0.27%
Tangible Equity Capital/Assets	9.51%	9.79%	-0.28%
Capital and Allowance for Loan Losses/Assets	10.84%	11.17%	-0.33%
Total Loans/Assets	63.26%	61.72%	1.54%
Past Due and Nonaccrual Loans/Total Loans	1.27%	1.58%	-0.31%
Allowance for Loan Losses/Total Loans	1.39%	1.53%	-0.14%
Average Net Interest Margin	3.74%	3.77%	-0.03%
Return on Assets	1.06%	1.07%	-0.01%

NOTES:

Numbers do not include five nondeposit trust companies.